

**Illinois Power Company Overview**  
**Standard Market Design**  
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**Illinois Power**

- Divested generation assets
- Divestiture of transmission assets announced
- Retain bundled load requirements
- Retain provider of last resort requirements

**Positive Effects of SMD**

- Everybody takes load under the same tariff
- Flexible transmission tariff
- Independent control of transmission
- Standard LMP market design with Congestion Revenue Rights
- Day ahead and spot market
- Standard rules and information requirements across regions
- Regional long term transmission planning

**Issues and Concerns**

- Congestion Revenue Rights – allocation vs. auction, retail choice
- Transmission pricing – allocate revenue requirements to those that benefit and prevent cost shifting.
- System Adequacy – reserve margin should be set regionally
- Market Power Mitigation – potential to negatively impact development of the generation market
- Distribution company recovery of costs

**Conclusion**

- Standard Market Design can provide benefits
- Need to address issues to ensure:
  - Development of transmission and generation
  - Proper signals to the market (those receiving benefit pay for the benefit)
  - Retail access issues are resolved. This will require State input.
  - Regional reliability requirements are recognized.